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PUBLIC SERVICE  
COMMISSION

ANNUAL REPORT

OF THE

NAME BIG MOUNTAIN WATER COMPANY

LOCATION 8 Miles North of Whitefish Montana

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING April 30, 2006

## **GENERAL INSTRUCTIONS**

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. Complete this report by means which result in a permanent record.
7. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission  
Utility Division  
2701 Prospect Avenue  
Helena, Montana 59620

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# REPORT OF

## Big Mountain Water Company

(Exact Name of Utility)

**P. O. Box 1400**

(Address)

**Whitefish MT 59937**

(City, State, Zip Code)

For Year Ended **4/30/2006**

Date Utility First Organized **1979**

Telephone Number **406-862-1933**

Location where books and records are located **Big Mountain Resort Admin. & Utility Offices**

Contracts:			
Name	Title	Principal Business Address	Salary
Person to send correspondence:	<b>Sandi Unger</b>	<b>P. O. Box 1400 Whitefish MT 59937</b>	XXXXXXX
Person who prepared this report:	<b>Sandi Unger</b>	<b>Same</b>	XXXXXXX
Officers & Managers:			\$
<b>Frederic Jones</b>	<b>President</b>	<b>Same</b>	\$ <b>n/a</b>
<b>Dave Lawrence</b>	<b>Vice President</b>	<b>Same</b>	\$ <b>n/a</b>
<b>Randy Whitlock</b>	<b>Sec./Treas.</b>	<b>Same</b>	\$ <b>n/a</b>
<b>Sandi Unger</b>	<b>Assist. Sec.</b>	<b>Same</b>	\$ <b>n/a</b>

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Precent Ownership in Utility	Principal Business Address	Salary Charged Utility
<b>Winter Sports, Inc.</b>	<b>100%</b>	<b>P.O. Box 1400 Whitefish MT 59937</b>	\$ <b>n/a</b>
			\$
			\$

# INCOME STATEMENT

Account Name	Current Year	Previous Year
<b>GROSS REVENUE:</b>		
<b>Metered</b>		
Residential	113,586	95,873
Commercial		
Industrial Fire <u>Line Chgs.</u>	5,635	4,512
Other		
<b>Unmetered</b>		
Residential		
Commerical <u>Hydrant Fee</u>	375	
Industrial <u>On/Off Fee</u>	525	786
Fire Protection		
Bulk Sales <u>Late Pay Fee</u>	82	2
Sale of Materials		617
Other <u>Hook Up Fees</u>	2,900	1,350
<b>TOTAL GROSS REVENUE</b>	<b>123,103</b>	<b>103,140</b>
<b>Operation and Maintenance Expense</b>	<b>69,810</b>	<b>66,581</b>
<u>Depreciation Expense</u>	<u>42,144</u>	<u>33,788</u>
<u>Taxes Other Than Income</u>		
<u>Income Taxes</u>	<u>4,460</u>	<u>1,109</u>
<u>Deferred Federal Income Taxes</u>		
<u>Deferred State Income Taxes</u>		
<b>TOTAL OPERATING EXPENSE</b>	<b>116,414</b>	<b>101,478</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>6,690</b>	<b>1,662</b>
<b>Other Income:</b>		
<u>Non-Utility Income</u>		
<b>Other Deductions:</b>		
<u>Non-Utility Expenses</u>		
<u>Interest Expense</u>		
<b>NET INCOME (LOSS)</b>	<b>6,690</b>	<b>1,662</b>

## COMPARATIVE BALANCE SHEET

ACCOUNT NAME	CURRENT YEAR	PREVIOUS YEAR
<b>Assets:</b>		
Utility Plant In Service	1,468,210	1,383,248
<b>Work in Progress</b>	3,416	0
Accumulated Depreciation and Amortization	( 661,246)	( 619,101)
<b>Net Utility Plant</b>	<b>810,380</b>	<b>764,147</b>
Cash	69,087	13,495
Customer Account Receivable	7,319	9,473
Other Assets (Specify)		
<b>Total Assets</b>	<b>886,787</b>	<b>787,115</b>
<b>Liabilities an Capital:</b>		
Common Stock Issued	100,000	100,000
Preferred Stock Issued		
Other Paid In Capital		
Retained Earnings	(93,528)	(100,218)
Proprietary Capital		
<b>Total Capital</b>		
Long Term Debt		
Accounts Payable	20,831	5,435
Notes Payable		
Customer Deposits		
Accrued Taxes		
Other Liabilities (Specify)		
<b>Income Tax Payable</b>	<b>4,460</b>	<b>1,875</b>
Advances for Construction		
Contributions In Aid Of Construction <b>Contributed Capital</b>	<b>855,012</b>	<b>780,023</b>
<b>Total Liabilities and Capital</b>	<b>886,787</b>	<b>787,115</b>

### Accumulated Depreciation and Amortization of Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year		
Credits During Year		
Accruals Charged to Depreciation Account		
Salvage		
Other Credits (Specify)		
Total Credits		
Debits During Year:	<b>N/A</b>	
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify)		
Balance End of Year		

### CONTRIBUTIONS IN AID OF CONSTRUCTION

Report below all contractor and developer agreements and line extension agreements from which cash or property was received during the year	Indicate "Cash or Property"	Amount
<b>N/A</b>		
Total During Year		

### ACCUMULATED DEFERRED INCOME TAXES

Description	Total
Accumulated Deferred Income Taxes: <b>N/A</b>	
Federal	
State	
Total Accumulated Deferred Income Taxes	

## CAPITAL STOCK

	Common Stock	Preferred Stock
Par or stated value per share	<b>10.00</b>	
Shares authorized	<b>20,000</b>	
Shares issued and outstanding	<b>10,000</b>	
Total par value of stock issued	<b>\$ 100,000.00</b>	
Dividends declared per share for year	<b>n/a</b>	

## RETAINED EARNINGS

	Appropriated	Unappropriated
Balance first of year		<b>100,218</b>
Changes during year (Specify):		
<b>NET INCOME</b>		<b>6,690</b>
Balance end of year		<b>93,528</b>

## PROPRIETARY CAPITAL

	Proprietor or Partner	Partner
Balance first of year		
Changes during year (specify):		
<b>N/A</b>		
Balance end of year		

## LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Pymts	
<b>N/A</b>			
Total			



## WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Structures and Improvements	874,895			874,895
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs	98,732			98,732
308	Infiltration Galleries and Tunnels				
309	Supply Mains	12,615			12,615
310	Power Generation Equipment				
311	Pumping Equipment	9,862			9,862
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	382,099	84,961		467,060
331	Transmission and Distribution Mains	7,248			7,248
333	Services	11,710			11,710
334	Meters and Meter Installations	3,598			3,598
335	Hydrants				
339	Other Plant and Miscellaneous Equipment	985			985
340	Office Furniture and Equipment				
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop & Garage Equipment				
344	Laboratory Equipment WORK IN PROGRESS	1,978			1,978
345	Power Operated Equipment ENGINEERING	8,899			8,899
346	Communication Equipment CAPITAL INTEREST	5,973			5,973
347	Miscellaneous Equipment BACKFLOW PREVENT.	4,654			4,954
348	Other Tangible Plant				
	<b>Total Water Plant</b>	<b>1,383,249</b>	<b>84,961</b>		<b>1,468,210</b>

# ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements		%	%				
305	Collecting & Impounding Reservoirs		%	%				
306	Lake River & Other Intakes		%	%				
307	Wells and Springs		%	%				
308	Infiltrations Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equip.		%	%				
311	Pumping Equipment		%	%				
320	Water Treatment Equip.		%	%				
330	Distribution Reservoirs & Standpipes		%	%	n/a			
331	Trans. & Dist. Mains		%	%				
333	Services		%	%				
334	Meter & Meter Installation		%	%				
335	Hydrants		%	%				
339	Other Plant & Misc. Equip.		%	%				
340	Office Furniture and Equipment		%	%				
341	Transportation Equip.		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop & Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
Totals								

## WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees	
Salaries and Wages - Officers, Directors and Majority Stockholders	
Employee Pensions and Benefits	
Purchased Water	
Purchased Power	
Fuel For Power Production	
Chemicals	
Materials and Supplies	
Contractual Services	
Rents	
Transportation Expense	
Insurance Expense	
Regulatory Commission Expense	
Bad Debt Expense	
Miscellaneous Expense	
<b>Total</b>	

## PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar services rendered the respondent for which the aggregate payments during the year to any corporation, partnership, individual or organization of any kind whatever, amounting to \$500. or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.

[illegible]

## SOURCES OF WATER SUPPLY

Surface Water: River \_\_\_\_\_ Lake \_\_\_\_\_ Stream \_\_\_\_\_ Impounding Res. \_\_\_\_\_  
 Ground Water: Springs No. \_\_\_\_\_ Shallow Wells No. \_\_\_\_\_ Deep Wells No. **Four**

## SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
<b>10"</b>	<b>7764</b>						<b>7764</b>
<b>8"</b>	<b>33391</b>						<b>33391</b>
<b>6"</b>	<b>2164</b>						<b>2164</b>
<b>4"</b>	<b>450</b>						<b>450</b>
<b>2"</b>	<b>2850</b>						<b>2850</b>
<b>1"</b>	<b>300</b>						<b>300</b>
Total							

## RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

2 - 300,000 each  
1 - 500,000

Number of Reservoirs **Three** Capacity in Gallons \_\_\_\_\_  
 Number of Standpipes \_\_\_\_\_ Capacity in Gallons \_\_\_\_\_  
 Method of Purification \_\_\_\_\_

## SERVICES AND METERS

Services	5/8 in.	1 in.	1 1/2 in.	2 in.	3 in.	4 in.	6 in.	3/4 in.	
1/2 in.									
Meters	<b>149</b>	<b>52</b>	<b>6</b>	<b>4</b>	<b>4</b>	<b>6</b>	<b>3</b>	<b>10</b>	<b>234</b>

## NUMBER AND CLASSIFICATION OF CONSUMERS

-Beginning of Year-

-Close of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential	<b>182</b>			<b>194</b>			<b>12</b>
Commercial	<b>29</b>			<b>29</b>			
Industrial	<b>13</b>			<b>13</b>			
Fire Hydrants		<b>81</b>			<b>81</b>		
Governmental							
All Other <b>hotel/</b>	<b>242</b>			<b>242</b>			
<b>condo</b>	<b>466</b>	<b>81</b>		<b>478</b>	<b>81</b>		
Total							

## TOTAL PUMPING STATION STATISTICS

Total Amount of Water Obtained by all methods during the Year **17,428,140** gals.  
 Maximum Water obtained all methods during any one day \_\_\_\_\_ gals.  
 Minimum Amount of Water obtained all methods during one day \_\_\_\_\_ gals.  
 Total Amount of Water passed through customers meters during year \_\_\_\_\_ gals.  
 Range of ordinary pressure on mains \_\_\_\_\_ lbs. to \_\_\_\_\_ lbs.  
 Range of fire pressure in mains \_\_\_\_\_ lbs. to \_\_\_\_\_ lbs.

STATE OF MONTANA )  
County of Flathead )

We, the undersigned, on our oath do severally say that the foregoing return the  
Big Mountain Water Co., water utility, has been prepared  
under our direction from the original books, papers and records of said utility and declare  
the same to be a full, true and correct statement embracing all the financial transactions of  
said utility during the period for which the return is made.

Randy Whitlock  
Federick Jones

Subscribed and sworn to before me this 7<sup>th</sup> day of March, 19 2007.

Leslie K. Linger  
Residing at Whitefish